

GENERAL ASSEMBLY OF THE STATE OF TENNESSEE FISCAL REVIEW COMMITTEE

320 Sixth Avenue, North - 8th Floor NASHVILLE, TENNESSEE 37243-0057 615-741-2564

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MEMORANDUM

TO:

The Honorable Dave Goetz, Commissioner

Department of Finance and Administration

FROM:

Bill Ketron, Chairman, Fiscal Review Committee

Charles Curtiss, Vice-Chairman, Fiscal Review Committee

DATE:

November 12, 2010

SUBJECT:

Contract Comments

(Fiscal Review Committee Meeting 11/9/10)

RFS# 317.15-040 (Edison # 2888)

Department: Finance & Administration/Benefits Administration

Contractor: Express Scripts

Summary: The vendor currently provides pharmacy administrative services for the Cover Rx statewide pharmacy assistance program for eligible adults ages 19 through 64. The proposed amendment adds three generic drugs to the formulary, defines pricing, and increases the maximum liability by \$6,000,000.

Current maximum liability: \$37,000,000 Proposed maximum liability: \$43,000,000

After review, the Fiscal Review Committee voted to approve the contract amendment.

cc: Ms. Laurie Lee, Executive Director

Mr. Robert Barlow, Director, Office of Contracts Review